UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: November 8, 2005]²

| Bill No. and sponsor: H.R. 2440 (Mr. Tim Murphy of Pennsylvania). |
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| Proponent name, location: LANXESS Corporation, Pittsburgh, PA. |
| Other bills on product (109th Congress only): None. |
| Nature of bill: Temporary duty suspension through December 31, 2009. |
| Retroactive effect: None. |
| Suggested article description(s) for enactment (including appropriate HTS subheading(s)): |
| Polyaspartic acid, sodium salt, in aqueous solution (CAS No. 181828-06-8) (provided for in subheading 3911.90.90). |
| Check one: Same as that in bill as introduced. Different from that in bill as introduced (see Technical comments section). |
| |

Product information, including uses/applications and source(s) of imports:

This chemical controls water hardness in cooling water treatment, detergent and hard surface cleaning operations, and liquefies mineral pigment slurries. End-use products include detergents, cleaners, paper and textile auxiliaries, personal care products, car shampoos, cooling and wastewater treatment compounds, and dishwashing agents. The product is imported from Germany.

¹ Industry analyst preparing report: Ray Cantrell (202-205-3362); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

Estimated effect on customs revenue:

| HTS subheading: <u>3911.90.90</u> | | | | | | | |
|---|-----------|-----------|-----------|-----------|-----------|--|--|
| \searrow | 2005 | 2006 | 2007 | 2008 | 2009 | | |
| Col. 1-General rate of duty | 6.5% | 6.5% | 6.5% | 6.5% | 6.5% | | |
| Estimated value <i>dutiable</i> imports | \$370,000 | \$370,000 | \$370,000 | \$370,000 | \$370,000 | | |
| Customs revenue loss | \$24,050 | \$24,050 | \$24,050 | \$24,050 | \$24,050 | | |

Source of estimated dutiable import data: Commission and industry estimates.

Contacts with domestic firms/organizations (including the proponent):

| Name of firm/organization | Date contacted | US production of same or competitive product claimed? | Submission attached? | Opposition noted? |
|--|-------------------|---|----------------------|-------------------|
| | | (Yes/No) | | |
| LANXESS Corporation (Proponent) Mr. Seth Tomei, 412-809-3664 Ms. Jamie Schaeffer, 412-809-3666 | 09/13/2005 | No | No | No |
| BASF Corporation Mr. Greg Thies, 202-558-5100 | 09/16/2005 | No | No | No |
| Bayer Corporation Ms. Karen L. Niedermeyer, 412-777-2058 | 09/13/2005 | No | No | No |
| Celanese Corporation Mr. Bob Carpenter, 202-637-3469 | 09/16/2005 | No | No | No |
| Dow Chemical Company Ms. Lisa Schroeter, 202-429-3400 | 09/16/2005 | No | No | No |
| DuPont Ms. Elaine M. Olsen, 302-992-2263 | 09/16/2005 | No | No | No |
| Efficient Global Trade, Inc. Mr. Henry P. Stoebenau, 215-628-4919 | 09/18/2005 | No | No | No |
| Solutia, Inc. Mr. Bob Hurley, 202-289-9800 | 09/16/2005 | No | No | No |

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used because it contains the proper capitalization.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

H. R. 2440

To suspend temporarily the duty on Baypure DS.

IN THE HOUSE OF REPRESENTATIVES

May 18, 2005

Mr. Murphy introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on Baypure DS.

| 1 | Be it enacted by the Senate and House of Representa- | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|
| 2 | $tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled,$ | | | | | | | | | |
| 3 | SECTION 1. BAYPURE DS. | | | | | | | | | |
| 4 | (a) In General.—Subchapter II of chapter 99 of | | | | | | | | | |
| 5 | the Harmonized Tariff Schedule of the United States is | | | | | | | | | |
| 6 | amended by inserting in numerical sequence the following | | | | | | | | | |
| 7 | new heading: | | | | | | | | | |
| | " 9902.05.70 Polyaspartic Acid, Sodium Salt, in Aqueous Solution (CAS No. 181828-06-8) (provided for in subheading 3911.90.90) | | | | | | | | | |

8 (b) Effective Date.—The amendment made by

9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of enactment of this Act.

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